

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

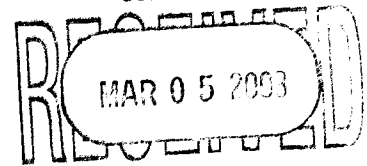
ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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W-02068A
Eden Water Company, Inc.
9488 E. Hot Springs Road
Eden AZ 85535

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION



Director of Utilities

FOR YEAR ENDING

12	31	2002
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*Entered
3-5-03
C.M.*

FOR COMMISSION USE

ANN 04	02
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COMPANY INFORMATION

Company Name (Business Name) EDEN WATER COMPANY, INC.

Mailing Address 9488 N HOT SPRINGS ROAD

(Street)

EDEN

(City)

ARIZONA

(State)

85535

(Zip)

(928) 485-2279

Telephone No. (Include Area Code)

(928) 485-0107

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 9488 N HOT SPRINGS ROAD

(Street)

EDEN

(City)

ARIZONA

(State)

85535

(Zip)

(928) 485-2279

Local Office Telephone No. (Include Area Code)

(928) 485-0107

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: VERNA RAE COLVIN

(Name)

(Title)

9488 N HOT SPRINGS ROAD

(Street)

EDEN

(City)

ARIZONA

(State)

85535

(Zip)

(928) 485-2279

Telephone No. (Include Area Code)

(928) 485-0107

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: VERNA RAE COLVIN

(Name)

9488 N HOT SPRINGS ROAD

(Street)

EDEN

(City)

ARIZONA

(State)

85535

(Zip)

(928) 485-2279

Telephone No. (Include Area Code)

(928) 485-0107

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: VERNA RAE COLVIN

(Name)

9488 N HOT SPRINGS ROAD

(Street)

EDEN

(City)

ARIZONA

(State)

85535

(Zip)

(928) 485-2279

Telephone No. (Include Area Code)

(928) 485-0107

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: WILFORD R. RICHARDSON

(Name)

702 8TH AVENUE

(Street)

SAFFORD

(City)

ARIZONA

(State)

85535

(Zip)

(928) 428-2700

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☒ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☒ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

EDEN WATER COMPANY, INC.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	354	0	354
304	Structures and Improvements	32,584	22,944	9,640
307	Wells and Springs	7,083	5,664	1,419
311	Pumping Equipment	827	672	155
320	Water Treatment Equipment	887	704	183
330	Distribution Reservoirs and Standpipes	111,955	11,784	100,171
331	Transmission and Distribution Mains	341,838	135,111	206,727
333	Services	9,754	8,521	1,233
334	Meters and Meter Installations	8,433	5,752	2,681
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2,632	1,187	1,445
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	516,347	192,339	324,008

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	354	0	0
304	Structures and Improvements	32,584	5	1,629
307	Wells and Springs	7,083	5	354
311	Pumping Equipment	827	5	42
320	Water Treatment Equipment	887	5	44
330	Distribution Reservoirs and Standpipes	111,955	5	5,009
331	Transmission and Distribution Mains	341,838	5	10,336
333	Services	9,754	5	488
334	Meters and Meter Installations	8,433	5	422
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2,632	5	131
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	516,347		18,455

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 28,396	\$ 63,912
134	Working Funds		
135	Temporary Cash Investments	38,550	13,303
141	Customer Accounts Receivable	6,699	6,788
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	3,657	3,657
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 77,302	\$ 87,660
	FIXED ASSETS		
101	Utility Plant in Service	\$ 204,826	\$ 516,348
103	Property Held for Future Use		
105	Construction Work in Progress	13,680	
108	Accumulated Depreciation – Utility Plant	(187,490)	(205,945)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 31,016	\$ 310,403
	TOTAL ASSETS	\$ 108,318	\$ 398,063

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 200	\$ 2,415
232	Notes Payable (Current Portion)	0	5,184
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2,453	3,273
236	Accrued Taxes	661	846
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 3,314	\$ 11,718
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 88,520
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	81,764	281,944
272	Less: Amortization of Contributions	(23,406)	(23,406)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 58,358	\$ 258,538
	TOTAL LIABILITIES	\$ 61,672	\$ 358,776
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value MEMBERSHIPS	6,680	6,862
215	Retained Earnings	39,966	32,425
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 46,646	\$ 39,287
	TOTAL LIABILITIES AND CAPITAL	\$ 108,318	\$ 398,063

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 65,267	\$ 68,120
460	Unmetered Water Revenue	120	105
474	Other Water Revenues		
	TOTAL REVENUES	\$ 65,387	\$ 68,225
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 12,966	\$ 12,701
610	Purchased Water	26,833	26,282
615	Purchased Power	426	428
618	Chemicals		
620	Repairs and Maintenance	1,187	2,378
621	Office Supplies and Expense	1,869	2,260
630	Outside Services		
635	Water Testing	495	771
641	Rents		
650	Transportation Expenses	1,230	1,210
657	Insurance – General Liability	2,813	3,241
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	353	1,148
403	Depreciation Expense	8,274	18,455
408	Taxes Other Than Income	1,361	1,263
408.11	Property Taxes	2,192	2,652
409	Income Tax	N/A	N/A
	TOTAL OPERATING EXPENSES	\$ 59,999	\$ 72,789
	OPERATING INCOME/(LOSS)	\$ 5,388	\$ (4,564)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 5,439	\$ 11
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(661)	(2,987)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 4,778	\$ (2,976)
	NET INCOME/(LOSS)	\$ 10,166	\$ (7,540)

COMPANY NAME

EDEN WATER COMPANY, INC.

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	10-09-01			
Source of Loan	USDA			
ACC Decision No.	W-02068A- 99-0096			
Reason for Loan	WATER TANK 6" WATER MAIN			
Dollar Amount Issued	\$ 95,000.00	\$	\$	\$
Amount Outstanding	\$ 93,704.00	\$	\$	\$
Date of Maturity	10-09-41			
Interest Rate	4 1/2 %			
Current Year Interest	\$ 2,987	\$	\$	\$
Current Year Principle	\$ 1,296	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

2651

COMPANY NAME

EDEN WATER COMPANY, INC.

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-606848	N/A	30 GPM	LATERAL 30'	1 1/2"	NONE	1976
55-606849	N/A	15 GPM	50'	2 "	NONE	1985

- * Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
GRAHAM COUNTY UTILITIES-COOPERATIVE	N/A	16,496

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
90 GPM	2	2	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000 GAL	1	500 GAL	
35,000 GAL	1		
150,000 GAL	1		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		23,760
3		15,840
4		36,960
5		
6		13,200
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	115
1	1
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

ALL WATER IS PURCHASED AND TREATED BY GRAHAM COUNTY UTILITIES COOPERATED

STRUCTURES:

ONE CEMENT BLOCK BUILDING FOR STORAGE AND PRESSURE TANK

ONE LUMBER BUILDING FOR PUMP

OTHER:

6 FOOT CHAIN LINK FENCING AROUND BUILDINGS (AND STORAGE TANKS)

COMPANY NAME: EDEN WATER COMPANY, INC.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	119	1,163,900	0
FEBRUARY	117	1,137,100	0
MARCH	117	1,035,300	0
APRIL	117	1,329,700	0
MAY	117	1,668,200	0
JUNE	119	1,594,500	0
JULY	118	1,094,400	0
AUGUST	118	1,472,800	0
SEPTEMBER	118	1,474,400	0
OCTOBER	118	1,301,900	0
NOVEMBER	120	1,449,700	0
DECEMBER	116	1,774,300	0
TOTAL		N/A	0

16496200

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. _____ N/A _____ mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME EDEN WATER COMPANY, INC. YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 2,652.24

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME EDEN WATER COMPANY, INC (NON-PROFIT)

YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following: **NOT REQUIRED TO PAY INCOME TAXES
NON PROFIT CORPORATION**

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

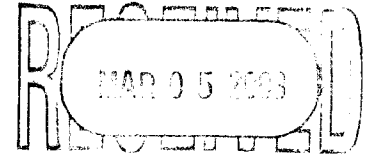
DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) GRAHAM
NAME (OWNER OR OFFICIAL) TITLE JAY D. COLVIN
COMPANY NAME EDEN WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

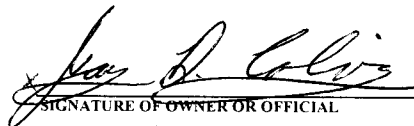
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 72,497

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 4,272
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL

(928) 485-2088

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

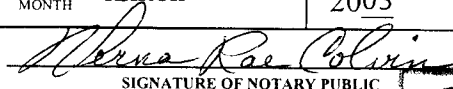
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3 DAY OF

(SEAL)

MY COMMISSION EXPIRES 8/13/04

COUNTY NAME	GRAHAM	
MONTH	MARCH	2003

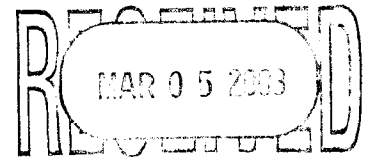

SIGNATURE OF NOTARY PUBLIC



OFFICIAL SEAL
VERNA RAE COLVIN
Notary Public - State of Arizona
GRAHAM COUNTY
My Comm. Expires Aug. 13, 2004

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) GRAHAM	
NAME (OWNER OR OFFICIAL) JAY D. COLVIN	TITLE PRESIDENT
COMPANY NAME EDEN WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.


SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 72,497

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 4,272
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

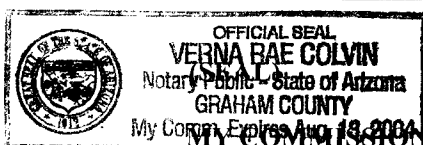
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

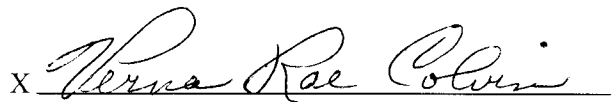
3

DAY OF

NOTARY PUBLIC NAME VERNA RAE COLVIN	
COUNTY NAME GRAHAM	
MONTH MARCH	2003



EXPIRES 8/13/03

X 
SIGNATURE OF NOTARY PUBLIC

Tax Payments by Date

10/29/200

<u>User</u>	<u>Date</u>	<u>Year</u>	<u>Roll #</u>	<u>S/U</u>	<u>Book</u>	<u>Map</u>	<u>Parcel</u>	<u>S</u>	<u>TaxID</u>	<u>Pmt Date</u>	<u>Payment Info Line 1</u>	<u>Payment Amount</u>	<u>Payer</u>	<u>Description</u>
<u>10/29/2002</u>														
Treas														
Treas	10/29/20	2002	14257	S	947	90	780			10/29/2002	Eden Water Co Verna	\$80.54	Owner Paid	Scanned Payment
Treas	10/29/20	2002	14256	S	947	90	680			10/29/2002	Eden Water Co Verna	\$901.20	Owner Paid	Scanned Payment
Treas	10/29/20	2002	14255	S	947	90	660			10/29/2002	Eden Water Co Verna	\$29.34	Owner Paid	Scanned Payment
Treas	10/29/20	2002	14254	S	947	90	630			10/29/2002	Eden Water Co Verna	\$302.92	Owner Paid	Scanned Payment
Treas	10/29/20	2002	14253	S	947	90	600			10/29/2002	Eden Water Co Verna	\$1,338.24	Owner Paid	Scanned Payment
Treas												<u>\$2,652.24</u>		